

## /ASHOE COUNT

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### STAFF REPORT **BOARD MEETING DATE: December 9, 2014**

CM/ACM Finance DA Risk Mgt. HR Other N/A

DATE:

November 5, 2014

TO:

**Board of County Commissioners** 

FROM:

Bob Webb, Planning Manager, Planning and Development Division Community Services Department, 328-3623, bwebb@washoecounty.us

**THROUGH:** William H. Whitney, Division Director, Planning and Development

Community Services Department, 328-3617, bwhitney@washoecounty.us

SUBJECT:

Approve a State of Nevada Manufacturer's Craft Distillery License application, with recommendations contained in the staff report, for Ryan Cherrick and Joshua Nichols, dba Branded Hearts Distillery, Inc. and if approved, authorize each Commissioner to sign the State of Nevada Application for Manufacturer's License with direction for the County

Clerk to attest the license application. (Commission District 1.)

### **SUMMARY**

Review and approve, with recommendations, the application for a State of Nevada Manufacturer's Craft Distillery License submitted by Ryan Cherrick and Joshua Nichols, dba Branded Hearts Distillery, Inc.

Pursuant to NRS 369.180, 369.190, and 369.200 and Washoe County Code (WCC) Sections 30.3331 and 30.3335, the Washoe County Commission shall approve or disapprove applications to engage in business as a craft distillery in Washoe County.

Washoe County Strategic Objective supported by this item: Economic development and diversification.

### PREVIOUS BOARD ACTION

No previous action.

#### **BACKGROUND**

Ryan Cherrick and Joshua Nichols, dba Branded Hearts Distillery, Inc., have applied for a State of Nevada Manufacturer's Craft Distillery License to operate an intoxicating liquor distillery at 121 Woodland Avenue, Reno, Nevada (APN 212-050-04, corner of Woodland Avenue and Sugar Pine Court) (see Attachment A). The State application is

dated October 29, 2014, and the Washoe County business license application (for processing the State application) is also dated October 29, 2014.

Since the proposed business will be located in the City of Reno, the applicants have applied for a general business license and a liquor license from the City of Reno. The City of Reno application describes the business as the "distillation, aging, bottling and selling of alcoholic spirits "(AB 153) – Wholesaling only". The City of Reno's planning staff noted that the property is zoned MU/W4TC, that the bottling area cannot exceed 10% of the floor area, that the proposed use qualifies as indoor manufacturing, that no mechanized assembly for bottling will occur (gravity fed), and that no special use permit is required.

The business is not located within the unincorporated County and, as the writing of this staff report, will neither sell nor distribute intoxicating liquor to wholesale dealers within the unincorporated County. As such, pursuant to WCC Section 30.3333(2)(e)(4), the company is not required to obtain either a Washoe County business license or a Washoe County intoxicating liquor license. In the future, should the company decide to sell to wholesale dealers located within the unincorporated County, then the company must obtain the appropriate Washoe County licenses. An FBI/State criminal history background inquiry is also not required of the partners based on WCC Section 30.3333(4). However, pursuant to WCC Section 30.3333(2)(f), the partners must disclose information pertaining to criminal convictions and moral character as required by NRS 369.190.

NRS 369.190(3) and WCC Section 30.160(1)(b)(1) specify that the County Commission "require satisfactory evidence that the applicant is a person of good moral character" when reviewing and approving a State of Nevada Manufacturer's License application. Both applicants, Ryan Isom Cherrick and Joshua Keith Nichols, completed the required Liquor License Personal History form and replied in the negative to any criminal convictions in the past 10 years or to any revocations of either a liquor license or work permit. applicants completed also a Child Support Compliance Statement/Exemption Form and attested that neither is subject to a court order for the support of a child. Both applicants also attested that the company (Branded Hearts Distillery, Inc.) is exempt from the child support compliance regulations as a multiple shareholder company. Based on the information provided on these two forms, staff has determined that the applicants are of "good moral character" and are suitable to hold the State license under the provisions of State Law and County Code. Copies of both sets of forms contain personal information, so are not included in this staff report but are available to the Commission upon request.

Since the business is not located in the unincorporated County and will not sell intoxicating liquor to wholesale dealers within the unincorporated County, only the separate administrative processing fee for the State license application before the Washoe County Board of County Commissioners is required. The applicant paid the required \$50 administrative processing fee established in the *Master Liquor License Fee Schedule* adopted by the Board of County Commissioners.

NRS 597.235 outlines several requirements for operating a craft distillery in the State of Nevada. State law limits the total amount of spirits sold and transported to a licensed wholesale liquor dealer to no more than 10,000 cases from all the craft distilleries owned by a person in any calendar year [NRS 597.235(2)(b)]. State law also limits the total manufacture of spirits exported outside of Nevada to no more than 20,000 cases from all the craft distilleries owned by a person in any calendar year [NRS 597.235(2)(c)]. Finally, state law allows a craft distillery licensee to serve samples of the manufactured spirits on the premises, and to sell the manufactured spirits for consumption either on or off the premises with certain limitations [NRS 597.235(2)(d) & (e)]. Staff recommends that the requirements and restrictions established within NRS 597.235 be placed as recommendations on the Manufacturer's License application. If approved, staff will add the recommendations to the original copy of the State of Nevada Manufacturer's Brew Pub License application after it is signed by each County Commissioner and attested by the County Clerk.

### FISCAL IMPACT

As noted earlier, the applicant paid the required \$50 administrative processing fee (deposited in Washoe County liquor license revenues account number C105402-421200). There will be no other license fees collected by Washoe County for this business.

#### RECOMMENDATION

It is recommended that the Board of County Commissioners approve a State of Nevada Manufacturer's Craft Distillery License application, with the following recommendations, for Ryan Cherrick and Joshua Nichols, dba Branded Hearts Distillery, Inc. and if approved, authorize each Commissioner to sign the State of Nevada Application for Manufacturer's License with direction for the County Clerk to attest the license application.

- 1. Branded Hearts Distillery, Inc. may not sell and transport more than 10,000 cases of spirits to licensed wholesale liquor dealers within Nevada and 20,000 cases of spirits for distribution outside of Nevada from all craft distilleries operated by the company in any calendar year.
- 2. Branded Hearts Distillery, Inc. must adhere to the serving of samples and sale of manufactured spirits limitations outlined in NRS 597.235(2).

### **POSSIBLE MOTION**

Should the Board agree with staff's recommendation, a possible motion would be:

"Move to approve a State of Nevada Manufacturer's Craft Distillery License application, with recommendations contained in the staff report, for Ryan Cherrick and Joshua Nichols, dba Branded Hearts Distillery, Inc. and if approved, authorize each Commissioner to sign the State of Nevada Application for Manufacturer's License with direction for the County Clerk to attest the license application."

Attachments: A. Manufacturer's License application

B. Supporting NRS and Washoe County Code regulations

xc: Ryan Cherrick and Joshua Nichols, 3297 Holman Way, Sparks, NV 89431 (richerrick@yahooo.com or Brandedheartsdistillery@gmail.com)

Nancy Ravert, Nevada Department of Taxation, 1550 E. College Parkway, Carson City, NV 89706 (nravert@tax.state.nv.us)

Amber Drlik, Business License Division, City of Reno, PO Box 1900, Reno, NV 89505 (drlika@reno.gov)

The Board of County Commissioners must forward the approved and signed Form LTD 6 05-14 application to the Nevada Department of Taxation (NRS 369.200).

Form LTD 6 05-14

### APPLICATION FOR MANUFACTURER'S LICENSE

	October 29, 2014
Honorable Board of County Commissioners:	
Washoe County , Reno (City or Town)	<u>N</u> evada
n accordance with the provisions of NRS, Chapter 369,	, as amended, the undersigned hereby applies for a license for
Craft Distillery	
	ense(s) – see page 3)
n the State of Nevada, for the fiscal year ending June 3	30, 20, 14 a remittance covering the license fees from the 1st day
of, 20 to the 30 <sup>th</sup> day of J <u>une</u> , 20	is enclosed (not less than one quarter of a year).
The following information is also set forth:	Federal EIN: <u>47-1940563</u>
Name of firm Branded Hearts Distillery Inc.	
2) Doing business as Branded Hearts Distillery Inc.	
Located at 121 Woodland Ave, Reno Nevada 89523	***************************************
(Physical Address)	Phone (
Mailing address Same	
E-mail address Brandedheartsdistillery@gmail.com	
3) The applicant is:	
(a) A corporation? Yes ☑ No ☐ Organized under t	the laws of what state? NV When? Choose Mont 20
Qualified to do business in Nevada? Yes No	When Choose Montl 20
Names and addresses of following office	ers (attach list if additional space required):
President: Ryan Cherrick	
Vice President: Joshua Nichols	
Resident Agent: <u>N/A</u>	
(b) A partnership? Yes No V Is agreement record	rded? Yes□ No 🔽
Where? N/A	
Names and addresses and official position, if any, o	of partners (attach list if additional space is required):
•••••••••••••••••••••••••••••••••••••••	

[1]

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	a fictitious firm name? Yes No V Is statement rec	
Names, addresses a	nd official positions, if any, of all persons interested in	n the business:
	onal space is required)	
	3297 Holman Way, Sparks Nevada	
	3297 Holman Way, Sparks Nevada	
(d) An individual? Y	Yes □No ☑	***************************************
	ual who is interested, financially or otherwise, in the a or any state liquor laws? Yes No	applicant's business, ever been convicted of
If so, furnish (attach	list if additional space is required):	
Name	Address Where convicted	When
<u>N/A</u>		Choose Month 20
		Choose Month 20
***************************************	***************************************	Choose Month 20
(f) Is any person li	sted on this manufacturer's application engaged in	the business of importing, wholesaling
retailing alcoholic be	everages? (See attached copy of NRS 597.210)Yes	No 🗹
If so, what percent, r	name and location of business %	
References:		
Name 	Address	
	History Vac Char 574	***************************************
ias applicant a coun	ty license? Yes ∏No MA city or town license? Yes Signed	INO XI

Remarks and recommendations by the County Commissioners:				
	The application of			
is h	hereby (approved) (disapproved) thisday ofday			
	Board of County Commissioners:			
	Chairman			
	Member			
	Member			
	Member			
	Member	***************************************		
ΑT	TTEST:			
	, County Clerk			
	Type of Licenses			
	SCHEDULE OF LICENSE FEES			
	Brewpub			
	Winemaker			
	Brewer			
	Instructional Wine Making Facility	/3.00 75.00		
	Rectifier———————————————————————————————————	75.00 660.00		
	Vecille:	550.00		
1.	NRS 369.310 License fees: Due dates; payment of proportionate part. All license fees are due and payable on July 1 of each year. If not paid by July 15 canceled.	of each year the license shall be		

- If any license is issued at any time during the year other than by July 15, the fee shall be for that proportionate part of the year that the licenser will be in effect, which in any event shall be for not less than one quarter of a year.
   No license shall be dated other than on the first day of the month in which it is granted.

# Supporting Nevada Revised Statutes Manufacturer's Licenses

## NRS 369.180 Required licenses; scope of licenses for instructional wine-making facilities and craft distilleries.

- 1. In addition to the limitations imposed by NRS 597.210 and 597.220, a person shall not:
- (a) Import liquors into this State unless the person first secures an importer's license or permit from this State.
- (b) Engage in business as a wholesale dealer of wines and liquors in this State unless the person first secures a wholesale wine and liquor dealer's license from this State.
- (c) Engage in business as a wholesale dealer of beer in this State unless the person first secures a wholesale beer dealer's license from this State.
- (d) Operate a winery in this State or export wine from this State unless the person first secures a wine-maker's license from this State.
- (e) Operate an instructional wine-making facility in this State unless the person first secures a license for the instructional wine-making facility from this State.
- (f) Operate a brewery in this State unless the person first secures a brewer's license from this State.
- (g) Operate a brew pub in this State unless the person first secures a brew pub's license from this State.
- (h) Operate a craft distillery in this State unless the person first secures a craft distiller's license from this State.
  - 2. A person who holds a license for an instructional wine-making facility:
  - (a) May engage in any activity authorized by NRS 597.245.
- (b) May not engage in any other activity for which a license is required pursuant to this chapter, unless the person holds the appropriate license for that activity.
  - 3. A person who holds a license for a craft distillery:
  - (a) May engage in any activity authorized by NRS 597.235.
- (b) May not engage in any other activity for which a license is required pursuant to this chapter, unless the person holds the appropriate license for that activity.
  - 4. As used in this section:
  - (a) "Brew pub" has the meaning ascribed to it in NRS 597.200.
- (b) "Brewery" means an establishment which manufactures malt beverages but does not sell those malt beverages at retail.
  - (c) "Craft distillery" has the meaning ascribed to it in NRS 597.200.
  - (d) "Malt beverage" has the meaning ascribed to it in NRS 597.200.

[Part 2:160:1935; A 1945, 371; 1947, 645; 1943 NCL § 3690.02] + [3:160:1935; 1931 NCL § 3690.03] + [4:160:1935; 1931 NCL § 3690.04]—(NRS A 1975, 624; 1991, 109, 384; 1995, 1566; 2005, 1274; 2013, 2565)

### NRS 369.181 Definitions. As used in NRS 369.180, unless the context otherwise requires:

- 1. "Alcoholic beverage" means any spirituous, vinous or malt liquor which contains 1 percent or more ethyl alcohol by volume.
- 2. "Engage in" includes participation in a business as an owner or partner, or through a subsidiary, affiliate, ownership equity or in any other manner.

(Added to NRS by 1975, 623; A 1985, 531)

### NRS 369.190 Application for license.

- 1. An application for any of the licenses described in NRS 369.180 must be made to the board of county commissioners of the county in which the applicant maintains his or her principal place of business.
  - 2. Each application must:
  - (a) Be made on such form as the Department prescribes.
  - (b) Include the name and address of the applicant. If the applicant is:
    - (1) A partnership, the application must include the names and addresses of all partners.
- (2) A corporation, association or other organization, the application must include the names and addresses of the president, vice president, secretary and managing officer or officers.
- (3) A person carrying on or transacting business in this state under an assumed or fictitious name, the person making the application must attach to the application:
- (I) A certified copy of the certificate required by NRS 602.010 or any renewal certificate required by NRS 602.035.
- (II) A certificate signed by an officer of the corporation or by each person interested in, or conducting or carrying on such business, or intending so to do, and acknowledged before a person authorized to take acknowledgments of conveyances of real property, indicating the name of the authorized representative whose signature may be required on the license under the provisions of this chapter.
- (c) Specify the location, by street and number, of the premises for which the license is sought.
- (d) Be accompanied by the annual license fee required for the particular license for which application is made.
- 3. The board of county commissioners shall examine all applications filed with it, and shall require satisfactory evidence that the applicant is a person of good moral character.
- [5:160:1935; A 1945, 371; 1947, 645; 1943 NCL § 3690.05]—(NRS A 1959, 410; 1971, 585; 1975, 1705; 1981, 1010; 2001, 812)

# NRS 369.200 Approval or disapproval of application by county commissioners; issuance of license; new hearing.

- 1. The board of county commissioners shall approve or disapprove applications. If an application is disapproved by the board of county commissioners, the board forthwith shall return the license fee accompanying the application to the applicant. If the board of county commissioners approves an application, the board shall forward it to the Department, together with the board's written approval thereof and the license fee accompanying the application.
- 2. Upon receipt thereof the Department shall review the application and approval, and, if no further objections are presented or known, shall issue the appropriate license to the applicant.
- 3. In its discretion, the Department may grant an applicant whose application has been disapproved a new hearing before the Department if it shall be made to appear to the Department that the decision of the board of county commissioners was arbitrary, unreasonable or unjust.

[6:160:1935; A 1947, 645; 1943 NCL § 3690.06] + [Part 12:160:1935; A 1945, 371; 1943 NCL § 3690.12]—(NRS A 1975, 1706)

NRS 597.200 Definitions. As used in NRS 597.190 to 597.250, inclusive, unless the context otherwise requires:

- 1. "Alcoholic beverage" means any malt beverage or spirituous, vinous or malt liquor which contains 1 percent or more ethyl alcohol by volume.
- 2. "Brew pub" means an establishment which manufactures malt beverages and sells those malt beverages at retail pursuant to the provisions of NRS 597.230.
  - 3. "Craft distillery" means an establishment which:
  - (a) Manufactures distilled spirits from agricultural raw materials through distillation; and
  - (b) Is authorized to sell those distilled spirits pursuant to the provisions of this chapter.
- 4. "Distillation" means the process of producing or purifying spirituous liquor by successive evaporation and condensation.
- 5. "Engage in" includes participation in a business as an owner or partner, or through a subsidiary, affiliate, ownership equity or in any other manner.
- 6. "Instructional wine-making facility" means an instructional wine-making facility operated pursuant to NRS 597.245.
- 7. "Legal age" means the age at which a person is legally permitted to purchase an alcoholic beverage pursuant to NRS 202.020.
- 8. "Malt beverage" means beer, ale, porter, stout and other similar fermented beverages of any name or description, brewed or produced from malt, wholly or in part.
  - 9. "Supplier" has the meaning ascribed to it in NRS 597.140.
  - 10. "Wine" has the meaning ascribed to it in NRS 369.140.
- (Added to NRS by 1975, 623; A 1985, 531; 1991, 108; 1995, 1570; 2005, 1272, 1326; 2013, 2562)

## NRS 597.210 Limitations on engaging in business of importing, wholesaling or retailing alcoholic beverages.

- 1. Except as otherwise provided in subsection 2 and NRS 597.240, a person engaged in business as a supplier or engaged in the business of manufacturing, blending or bottling alcoholic beverages within or without this State shall not:
  - (a) Engage in the business of importing, wholesaling or retailing alcoholic beverages; or
- (b) Operate or otherwise locate his or her business on the premises or property of another person engaged in the business of importing, wholesaling or retailing alcoholic beverages.
  - 2. This section does not:
- (a) Preclude any person engaged in the business of importing, wholesaling or retailing alcoholic beverages from owning less than 2 percent of the outstanding ownership equity in any organization which manufactures, blends or bottles alcoholic beverages.
- (b) Prohibit a person engaged in the business of rectifying or bottling alcoholic beverages from importing neutral or distilled spirits in bulk only for the express purpose of rectification pursuant to NRS 369.415.
  - (c) Prohibit a person from operating a brew pub pursuant to NRS 597.230.
- (d) Prohibit a person from operating an instructional wine-making facility pursuant to NRS 597.245.
  - (e) Prohibit a person from operating a craft distillery pursuant to NRS 597.235.
- (Added to NRS by 1975, 623, 1463; A 1991, 109, 384; 1995, 1570; 2005, 1273, 1326; 2013, 2563)

### NRS 597.235 Operation of craft distillery.

- 1. A person may operate a craft distillery if the person:
- (a) Obtains a license for the facility pursuant to chapter 369 of NRS;
- (b) Complies with the requirements of this chapter; and
- (c) Complies with any other applicable governmental requirements.
- 2. A person who operates a craft distillery pursuant to this section may:
- (a) In addition to manufacturing spirits from agricultural raw materials through distillation, blend, age, store and bottle the spirits so manufactured. The person operating the craft distillery shall ensure that none of the spirits manufactured at the craft distillery are derived from neutral or distilled spirits manufactured by another manufacturer.
- (b) In any calendar year, sell and transport in Nevada not more than a combined total of 10,000 cases of spirits at all the craft distilleries the person operates to a person who holds a license to engage in business as a wholesale dealer of liquor pursuant to chapter 369 of NRS.
- (c) In any calendar year, manufacture for exportation to another state, not more than a combined total of 20,000 cases of spirits at all the craft distilleries the person operates.
- (d) On the premises of the craft distillery, serve samples of the spirits manufactured at the craft distillery. Any such samples must not exceed, per person, per day, 2 fluid ounces in volume.
- (e) On the premises of the craft distillery, sell the spirits manufactured at the craft distillery at retail for consumption on or off the premises. Any such spirits sold at retail for off-premises consumption must not exceed, per person, per month, 2 bottles of spirits. Spirits purchased on the premises of a craft distillery must not be resold by the purchaser or any retail liquor store.
  - 3. As used in this section:
  - (a) "Bottle of spirits" means a bottle containing 750 milliliters of distilled spirits.
  - (b) "Case of spirits" means 12 bottles of spirits. (Added to NRS by 2013, 2561)

### Supporting Washoe County Code Craft Distillery Licenses

## Washoe County Chapter 30 Intoxicating Liquor and Gaming Licenses and Regulations

30.160 <u>Issuance of license by license division; denial for unsuitability; not renewing license; suspension; revocation.</u>

- 1. The license division may grant or deny the application for an intoxicating liquor license or place conditions on a license to ensure compliance with this chapter and other applicable laws and regulations. A denial of a license must be based upon a finding by the license division that any applicant on any license or any licensee, whether an individual, partnership, or corporation, is unsuitable for the issuance of an intoxicating liquor license.
- (a) Board issued liquor licenses. To better define the policy of the intoxicating liquor provisions of this chapter, the following persons are declared not to be suitable for the issuance of a liquor license:
  - (1) A person who has been convicted within the past ten (10) years of:
  - (i) A felony or other crime which under the laws of this state would amount to a felony.
- (ii) Any crime of which fraud or intent to defraud was any element whether committed in this state or elsewhere.
  - (iii) Buying or receiving stolen property.
  - (iv) Unlawful entry of a building.
- (v) A gross misdemeanor, or equivalent conviction in another state, or unlawful possession, use or distribution of controlled substances or dangerous drugs.
  - (vi) Illegal use, carrying, possession, or display of a pistol or other dangerous weapon.
- (2) A person who has indicated intemperate habits by his past conduct, including a conviction during the five years preceding the date of application which involved the operation of a motor vehicle while under the influence of intoxicating liquor or controlled substances or dangerous drugs.
  - (3) A person under the age of 21 years.
- (4) A person who has failed to disclose, misstated or otherwise attempted to mislead the license division or the sheriff with respect to any material fact contained in any application for a license.
- (5) A person who has concealed or refused to disclose any material fact in any investigation or inquiry by the license division or the sheriff.
- (6) A person who has been identified as being a member or associate of organized crime, or as being of notorious and unsavory reputation.
- (7) A person who has been placed and remains in the constructive custody of any federal, state, county or city law enforcement authority.
- (8) A person who has had a liquor license or work permit revoked or committed any act which is a ground for the revocation of a liquor license or work permit or would have been a ground for revoking his liquor license or work permit within the last ten years.
- (9) A person who has willfully violated the provisions of NRS 369.630, as amended, pertaining to alcoholic beverage awareness programs more than 3 times in any 24-month period.
- (10) A person whom the license division determines is not a suitable person, having due consideration for the proper protection of the public health, safety, morals, good order and general welfare of the inhabitants of the county.

- (b) Department liquor licenses. In reviewing a department application for a wholesaler or wholesale dealer, importer, brewpub, brewery, or instructional winemaking facility license, the commissioners shall approve or disapprove applications.
- (1) The commissioners shall examine all applications filed with it, and shall require satisfactory evidence that the applicant is a person of good moral character. If the applicant does not have a current and valid county intoxicating liquor license, or is not concurrently applying for a new county intoxicating liquor license, the applicant shall submit a statement listing any prior criminal convictions within the past 10 years.
- (2) If an application is disapproved by the commissioners, the license division shall promptly return the license fee accompanying the application to the applicant.
- (3) If the commissioners approve an application, the license division shall forward it through the applicant to the department, together with the commissioner's written approval thereof and the license fee accompanying the application.
- (c) Pursuant to NRS 244.350, the license division will not issue an intoxicating liquor license to a place where, in the judgment of the license division, the sale or disposition may tend to create or constitute a public nuisance, or where by the sale or disposition of liquor a disorderly house or place is maintained.
- 2. Upon submittal of a verbal or written complaint of any person, the license division shall investigate the action of any licensee under the intoxicating liquor provisions of this chapter, and shall submit a report to the board detailing its findings. The board may then, upon its own motion, recommend the temporary suspension or permanent revocation of a license in accordance this chapter. Further, any license issued pursuant to the provisions of this chapter or any amendment thereof may be suspended, revoked, or not renewed for good cause. Good cause for such suspension, revocation, or not renewing includes, but is not limited to:
- (a) The existence of unsanitary conditions, noise, disturbances and other conditions at, near or on the premises which cause or tend to cause or create a public nuisance or which injuriously affect the public health, safety or welfare;
- (b) The commission of, or permitting or causing the commission of, any act in the operation of the business which act is made unlawful or is prohibited by any applicable law, ordinance, rule or regulation of any city, the county, the state, or the Federal Government;
- (c) Fraudulent practices or misrepresentations in the operation of the business, or concealment or misrepresentation of a material fact in procuring the license;
- (d) Knowingly permitting the licensed premises to be frequented by or to become the meeting place, hangout or rendezvous for known prostitutes, vagrants, persons described as undesirables in liquor operations or those who are known to engage in the illegal use or distribution of controlled substances or dangerous drugs or in any other illegal occupation or business. Any licensee permitting such conditions on the licensed premises may be subject to provisional suspension of his intoxicating liquor license pending elimination of the indicated violation. Proceedings for revocation of an intoxicating liquor license shall be initiated if the licensee fails to eliminate a violation of this subsection by taking affirmative corrective action within 10 days after the date of written notice of the existence of any such condition or violation;
- (e) Willful violation of the provisions of NRS 369.630, as amended, pertaining to alcoholic beverage awareness programs more than 3 times in any 24-month period;
- (f) If the licensee receives three or more notices of violation or civil penalties pursuant to chapter 125 in any 24-month period;
  - (g) Violation of any of the terms or conditions of the license;
- (h) If the licensee sells liquor to a wholesaler or retailer who is not a holder of a proper license or permit in conformance with this chapter at the time of sale;

- (i) If the licensee violates or causes or permits to be violated any of the provisions of this chapter;
- (j) If the licensee commits any act which would be sufficient ground for the denial of an application for a license under this chapter.
- 3. Upon failure to tender any required fees for a period of 30 days after the due date, the license shall be automatically suspended without further notice or proceedings.

[§33, Liquor Board Ord. No. 5; A. Ord. Nos. 1139, 1509]

# Importers, Wholesalers of Intoxicating Liquors; Wine-making, Brew Pubs and Breweries

- 30.333 <u>Definitions.</u> The words and terms contained in this chapter shall have the meanings ascribed to them in NRS 369.010 to 369.180, inclusive.
- [§29, Liquor and Gaming Board Ord. No. 1509]
- 30.3331 <u>Application approval and license required for importers, wholesalers of intoxicating liquors, wine-making, brew pubs, craft distilleries, and breweries.</u> In addition to the limitations imposed by NRS 597, as amended, a person shall not:
- 1. Import liquors into, engage in business as a wholesale dealer of wines and liquors in, and/or engage in business as a wholesale dealer of beer in Washoe County unless:
  - (a) He first secures board approval for the department application;
- (b) Obtains an importer/wholesaler intoxicating liquor license if selling and/or delivering wines, liquors and/or beers to locations within the unincorporated portions of Washoe County; and/or,
- (c) Obtains a county business license, if the business is located in the unincorporated portions of Washoe County.
- 2. Operate a winery in Washoe County, operate an instructional winemaking facility in Washoe County or export wine from Washoe County unless:
- (a) He first secures board approval for the department application; and,
- (b) Obtains a wine-maker's license and a county business license, if the business is located in the unincorporated portions of Washoe County.
- 3. Operate a brewpub and/or a brewery in Washoe County unless:
- (a) He first secures board approval for the department application; and,
- (b) Obtains a brew pub and/or brewery license and a county business license, if the business is located in the unincorporated portions of Washoe County.
- 4. Operate a craft distillery in Washoe County unless:
- (a) He first secures board approval for the department application; and,
- (b) Obtains a craft distillery license and a county business license, if the business is located in the unincorporated portions of Washoe County.
- [§30, Liquor and Gaming Board Ord. No. 1509; A. Ord. No. 1522]

### 30.3333 Application for license; fees; inquiry.

- 1. A department application for any of the licenses described in section 30.3331 must be made to the license division if the applicant maintains a place of business in Washoe County.
- 2. Each application must:
- (a) Be made on the form required by the department.
- (b) Include the name and address of the applicant. If the applicant is:
- (1) A partnership, the application must include the names and addresses of all partners.

- (2) A corporation, association or other organization, the application must include the names and addresses of the president, vice president, secretary and managing officer or officers.
- (3) A person carrying on or transacting business in this state under an assumed or fictitious name, the person making the application shall attach thereto:
- (i) A certified copy of the certificate required by NRS 602.010 concerning assumed or fictitious names for businesses.
- (ii) A certificate signed by an officer of the corporation or by each person interested in, or conducting or carrying on such business, or intending so to do, and acknowledged before a person authorized to take acknowledgments of conveyances of real property, indicating the name of the authorized representative whose signature may be required on the license.
- (c) Specify the location, by street and number, of the premises for which the license is sought.
- (d) Specify the location, by street and number, of the premises where the intoxicating liquor is to be stored, if different from the business office location.
- (e) Be accompanied by the appropriate fee(s) as follows:
- (1) A department license fee for the particular license for which application is made as set forth in NRS 369.300.
- (2) For those businesses located within the unincorporated portions of Washoe County, a County business license application and accompanying fee as set forth in the master business license fee schedule adopted by the county and in chapter 25 of this Code.
- (3) For those businesses selling or distributing intoxicating liquor in the unincorporated portions of Washoe County, a County intoxicating liquor license fee for the particular license for which application is made as set forth in the master liquor license fee schedule adopted by the county and in this chapter.
- (4) For those businesses not located within the unincorporated portions of Washoe County nor selling or distributing intoxicating liquor in the unincorporated portions of Washoe County and, therefore, not required to obtain either a County business license or a County intoxicating liquor license, the license division shall collect an administrative processing fee as stipulated in the master liquor license fee schedule adopted by the county to process the application before the commissioners.
- (f) The applicant shall disclose information pertaining to criminal convictions and moral character as required by NRS 369.190.
- 3. Within a reasonable time after receiving a fully completed application and all applicable fees, the license division shall place the application on an agenda of the commissioners. The application shall not be placed on the commission's agenda until the results of the inquiry required by subsection 4 are received by the license division.
- 4. Upon receipt of a complete application and prior to its consideration by the Commission, the license division shall request the sheriff to conduct a FBI/State criminal history inquiry in accordance with this chapter. Businesses not located within the unincorporated portions of Washoe County, nor selling or distributing intoxicating liquor in the unincorporated portions of Washoe County, are exempt from the requirements of this subsection for an inquiry.
  - [§31, Liquor and Gaming Board Ord. No. 1509]
- 30.3335 Approval or disapproval of department application by county commissioners; issuance of license; grounds for disapproval.
- 1. The commissioners shall approve or disapprove department applications. If an application is disapproved by the commissioners, the license division forthwith shall return the county and department license fees accompanying the application to the applicant. The license division shall retain the administrative processing fee, if collected. If the commissioners approve an

application, the license division shall forward it through the applicant to the department, together with the commissioners' written approval thereof and the department license fee accompanying the application. If such an approval is made, the license division shall retain the county administrative processing fee and/or county business license fee, if applicable, and/or the county intoxicating liquor license fee, if applicable, for deposit into the general fund. The appropriate county licenses shall not be issued unless the department first issues the department license.

- 2. The commissioners shall disapprove an application for any of the reasons listed in the intoxicating liquor provisions of this chapter or if it determines the applicant is not a suitable person for approval of such a license in accordance with the criteria in this chapter.
- [§32, Liquor and Gaming Board Ord. No. 1509]
- 30.3337 <u>Contents of license</u>. Every license issued under the intoxicating liquor provisions of this chapter shall set forth:
  - 1. The name of the person to whom it is issued.
- 2. The location, by street and number, of the premises for which the license is issued.
- 3. The particular class of liquor or liquors that the licensee is authorized to sell.
- [§33, Liquor and Gaming Board Ord. No. 1509]